

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**HB 76 - SB 743**

February 22, 2021

**SUMMARY OF ORIGINAL BILL:** Authorizes state agencies and departments to enter into agreements with third-party vendors to collect state funds on the department or agency's behalf, and for the third-party vendors to deduct their service fee from the funds collected, prior to depositing the collected funds to the state treasury.

**FISCAL IMPACT OF ORIGINAL BILL:**

NOT SIGNIFICANT

**SUMMARY OF AMENDMENT (003880):** Deletes all language after the enacting clause and rewrites the bill such that the only substantive change is to add language requiring the Chief Procurement Officer to file an annual report listing the contracts approved pursuant to this proposed legislation with the Chairs of the Finance, Ways and Means Committees of the House of Representatives and Senate no later than July 1 each year.

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Unchanged from the original fiscal note.**

Assumptions for the bill as amended:

- State departments and agencies are currently permitted to enter into agreements with third-party vendors for the collection and remittance of state funds and fees.
- Changing the means by which third-party vendors collect their service fees may impact the frequency and timing of payments to third-party vendors for their service fees.
- Because the proposed legislation does not impact the service provided, it is estimated that any fiscal impact that results from this potential shift in frequency or timing would be not significant.
- Furthermore, requiring the Chief Procurement Officer to annually provide information already accessible to the Chief Procurement Office will not have a significant fiscal impact on the processes and procedures of the Chief Procurement Office.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Bojan Savic". The signature is written in a cursive, flowing style.

Bojan Savic, Interim Executive Director

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